FOR MYSORE STATE

Devt (1953), Department.

2L SERIES.

G.O. NO.- 228

Dated 19-3-53

PSF Passed Up Sdpw

[Despatch Abstract.]

Industries - Sericulture - G.S.F Collegal Production of Silk - Review of stock position. - Papers Recorded.

Dev. (C) Deptt

Secy
19/11

Memo. No. ~~12795 C/12~~ 132121 C/12-1 dt 19.11.12

Sub: Industries - Sericulture. G.S.F. Kollegal.
Report on production of silk for
fortnight ending 31.10.12

Ref: Your lr. D.I.& E. No 22557 DI/12 dt 11.11.12

The Govt. observe that during the last several fortnights, the production of silk at the Govt. Silk F. Laboratory, Kollegal has exceeded the expenditure which is being sold during the corresponding periods. The D.I. & E. is requested to say whether he is confidently disposing of all the accumulated stocks within a reasonable time, as otherwise there seems to be no point in adding on the existing glut.

Sd/-
19.11.12

Sd/-
19/11/12

Secy (I) Comptd
20/11/12

To the D.I.& E.

R.D. 6/12/12

V.M.

Industries and commerce Department.

From
Sri M.T. Raju, Bar-at-Law, I.C.S.,
Director of Industries & Commerce,
M A W R S 6.

To
The Secretary to Government,
Development Department,
Fort St. George, Madras.

No. 2255-D1/52 dated the 9th February, 1953.

Sub:- Industries - Sericulture - Government Silk Filatures Kollegal - report on the production of silk for the fortnight ended 19-11-1952.

Ref:- Government Memo No. 132121-G/52-1 Development dated 19-11-1952

In their memorandum cited above, Government have observed that during the last several fortnights the production of silk in the Government Silk Filatures, Kollegal was much in excess of what was sold and have enquired whether I am confident of disposing of all the accumulated stocks within a reasonable time.

In this connection, I furnish below details of month-war production, cost of production and sales effected etc., during the period from 1-4-52 to 30-11-52 as also for the corresponding period in 1951.

Month.	Production	Average cost.	Average selling rate.	Sales effected	Average no. of basins worked.
	lb. oz.	Rs.	Rs.	lb.	
Last year's balance	41,226-12				
1952 April	4324 0	25 9 2	29 2 8	150	
May	4440 0	26 4 5	27 0 0	1201	
June	4238 0	26 12 7	27 3 4	6985	236
July	4560 0	27 14 6	29 0 8	12051	
August	3925 0	28 7 8	31 8 6	305	basins.
September	3762 0	29 10 0	31 9 5	1565	
October	4606 0	27 1 8	30 3 4	1730	
November	4488 0	27 1 0	30 3 4	9610	
	8 (34,343 4292			33,597	
1951b April	2751 0	40 6 11	43--51-1	187	
May	4648 0	31 12 7	-do-	-	
June	4432 0	31 9 9	-do-	-	
July	4026 0	31 2 5	-do-	-	236
August	4676 0	30 14 11	45 0 0	7	
September	4413 0	30 7 6	46 0 0	1	basins
October	4026 0	29 9 6	33 4 6	2	
November	4353 0	30 6 8	33 4 6	-	
	33,325 0			197	

34 343
33 597
746

p.t.o.

3/ It will be seen from the above statements that the production during the first eight months of 1952-53 and 1951-52 was almost the same while the sales during the corresponding period in 1952-53 rose to 33,597 lbs. while only 197 lbs. were sold in the corresponding period in 1951-52. It will also be seen that there is no appreciable disparity between the production and sales effected during the period April to November 1952 and that the accumulation of 41478 lbs. of silk as on 30-11-52 represents only the stock carried over from the previous years production.

B'or p 483 cf - 7(21)

4/ I had already explained in this office letters No. 2091-D1/51 dated 11-9-51 and 1-12-51 the circumstances that led to the accumulation of stocks of silk at the Government Silk Filatures, Kollegal during the year 1951-52 and reported that the position was being reviewed continuously and necessary action taken to liquidate the stocks as and when circumstances proved expedient. As anticipated the silk market showed some improvement during the current years when full advantage was taken and a quantity of 33597 lbs sold upto the end of November, 1952. It was however not found possible to release during the above period any larger stocks at favourable rates due to the availability in the market of foreign silk as also artificial silk yarn at comparatively much lesser rates.

pp 353-354 cf (21)

p 325 cf (21) -

5/ It is understood that the Central Silk Board are now considering the question of regulating the imports of silk during 1953 in order to safeguard the interests of the indigenous silk industry. Further, the Standing Committee of the Central Silk Board have also passed resolutions to the effect that the sale of artificial silk fabrics, mixed fibre fabrics etc., as pure silk fabrics should be prevented in the interests of the silk industry. As a result of the measures proposed to be taken by the Central Silk Board, it is hoped that the silk market would again stabilise soon and that the accumulated stocks would be disposed of without difficulty.

6/ In the meantime, every effort is being made to bring down the cost of production by maintaining production at an economic level and by carefully planning the purchase of cocoons at favourable rates. It is considered that if the production is to be curtailed as indicated by Government, the cost of production would again go up, threby increasing the overall cost of the stocks of silk on hand, in which case disposals of the stocks at favourable rates would become difficult . In the circumstances, it is submitted that it would be expedient to continue to work the filature along the present lines.

K. Kammakarthe.
9.2.53

bvs/9-1

for Director of Industries & Commerce

132121 Gist

102/19/3 Dev (G)

Subj:- Industries - sericulture - G.S.F. College Report on Production of silk. ~~for the fortnight~~ Review - State position - ~~ended 15th~~ - Papers - Recorded.

Ref:- From the D. DTE no 2255 D1/52 dated 9.2.53 GO. RT no 228. dated 19/3/53.

Recorded

Comp 19/3

Dte D. DTE.

S.F. added in DD

2 17/3/53 G. 17/3/53

17/3

Com 132124 G/52

DEV(G)

Subject:- Industries - Sericulture - Govt. Silk Filature, Kollegal - Report on production of silk for fortnight ending 31-10-52

7943 G/52)

During the last seven fortnights we find that production is much in excess of what is being sold during the corresponding periods. Hope the D.I.& C. feels confident of disposing of all the accumulated stocks within a reasonable time, otherwise there seems to be no point in adding on to the existing glut. The remarks of the D.I.& C. may be called for.

A.C.
17-11-1952

B.J.
18-11-1952.

p 1 cf —

[Issued as Memo No. 132121 G/52-4 dated 19.11.52]

p 3 4 cf —

from the D.F.O. No. 2255 D1/52 dated 5.2.53

With reference to the observations above, attention is invited to the D.I.& C's report on pp. 3-4 c.f. Sales to the effect of 33,597 lbs. of raw silk have been effected during the period 1-4-52 to 30-11-52 compared to 197 lbs. during the corresponding period in 1951-52. The accumulation represents only the stock carried over ~~for~~ from the previous years' production.

para 3 on p 4 cf

The slump in the silk market is due to several reasons and as stated by the D.I.& C., the Central, and State Govts. and the Central Silk Board are taking all measures possible to resolve the slump. Attention is also invited to the letters from the D.I.& C. on pp. 325 and 353-354 c.f. of (Z). With reference to para 5 on p. 353 of (Z) it is submitted that the Silk Twisting Plant has since been installed and is awaiting electric power supply to go into production. The D.I.& C. has ~~supported~~ reported that power may be made available shortly. The raw silk can then be converted into twisted silk which may find a better market.

para 5 p 4 cf —

(Z)

The D.I.& C. has reported that any curtailment in production will only increase the cost of production and it may add to the difficulties in marketing the product. If the silk industry is to survive the competition from foreign silk and artificial silk it has to

Para 6 on p 4 cf

depend utilimately on its quality and cost price. Any step which is likely to increase its cost of production has therefore to be avoided. The Govt. propose to appoint a Committee to suggest ways and means for putting the commercial concerns on a good business-like footing. Pending the report of the Committee the present rate of production may be allowed to continue.

Handloom Silk Sarees etc. manufactured at the Govt. Silk Filatures, Kollegal were exhibited at the All-India Exhibition, Madras and the D.I.& C. has reported a sale of over Rs. 6,000/- The installation of the additional set of 12 handloom (there are already 12 handlooms) the 20 power looms and the Twisting Plant, all sanctioned by the Govt. will reduce the sale of raw silk as such and enable the concern to profitably dispose of its products.

In the circumstances no further action seems called for. For orders, Finance may perhaps see the report of the D.I.& C on pp. 3-4 c.f.

19/4/53

20.2.53

23.2.53

FINANCE DEPARTMENT
14564
25 FEB 1953

12.3.53

12.3.53

UNDER SECRETARY
17 MAR 1963
DEVELOPMENT DEPARTMENT

2116

From U.O. 14564-Accts/53-1
13.3.53

13.2.1953

Dev (S) 3

Finance Deptt note at p 2 above may be perused. No further action is called for. The papers may be recorded in a G.O. Rt. If draft order is submitted.

17.3.53

17/3/53

Issued as G.O. Rt 228 dated 19.3.53